BEFORE THE PUBLIC UTILITIES COMMISSION

OF THE STATE OF HAWAII

In the Matter of	05-0221
SENTER PETROLEUM, INC.'s	DOCKET NO) と と
Petition to Adjust the Zone Price Adjustment for Zone 2 (Kauai) Effective September 1-4, 2005 under Haw. Rev. Stat. §486H-16	
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SENTER PETROLEUM, INC.'S PETITION TO ADJUST THE ZONE PRICE ADJUSTMENT FOR ZONE 2 (KAUAI) EFFECTIVE SEPTEMBER 1-4, 2005 UNDER HAW. REV. STAT. §486H-16

EXHIBITS A - C

AFFIDAVIT OF BRIAN J. BARBATA

and

CERTIFICATE OF SERVICE

 Kelly G. LaPorte
 #6294-0

 Marc E. Rousseau
 #6327-0

 Neill T. Tseng
 #8088-0

CADES SCHUTTE A limited liability law partnership 1000 Bishop Street, Suite 1200 Honolulu, Hawaii 96813 Telephone: (808) 521-9200

Attorneys for SENTER PETROLEUM, INC.

DEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF HAWAII

In the Matter of) DOCKET NO.
SENTER PETROLEUM, INC.'s))
Petition to Adjust the Zone Price Adjustment for Zone 2 (Kauai) Effective September 1-4, 2005 under Haw. Rev. Stat. §486H-16)))))

SENTER PETROLEUM, INC.'S PETITION TO ADJUST THE ZONE PRICE ADJUSTMENT FOR ZONE 2 (KAUAI) EFFECTIVE SEPTEMBER 1-4, 2005 UNDER HAW. REV. STAT. §486H-16

Petitioner SENTER PETROLEUM, INC. ("Petitioner"), by and through its attorneys, Cades Schutte a Limited Liability Law Partnership, for its Petition to Adjust the Zone Price Adjustment for Zone 2 (Kauai) Effective September 1-4, 2005 Under Haw. Rev. Stat. § 486H-16, alleges and avers as follows:

- 1. This petition is made pursuant to Haw. Rev. Stat. § 486H-16.
- 2. Petitioner is a jobber that sells and delivers gasoline to retail service stations in Zone 2 (Kauai) as identified in Haw. Rev. Stat. § 486H-16(h)(2).
- 3. On August 12, 2005, the Hawaii Petroleum Marketers Association (HPMA) filed a Motion for Reconsideration in Docket No. 05-0002 with the Public Utilities

 Commission (PUC) to adjust the Zone Price Adjustment for Zone 2 (Kauai) set forth in the PUC's Order No. 21952 based on HPMA's and Petitioner's belief that the PUC was

provided with insufficient information to accurately set the Zone Price Adjustment for Kauai to reflect actual trucking costs.

- 4. In Order No. 21994, the PUC found that HPMA failed to demonstrate that PUC Order No. 21952 was unreasonable, unlawful, or erroneous. The PUC's decision to deny HPMA's motion for reconsideration was apparently not based on a lack of information provided by Petitioner or HPMA, but on the conclusion that such information should have been provided during the Information Request (IR) stage of Docket No. 05-0002.
- 5. As a result, Petitioner still believes that the only trucking costs that the PUC received for Zone 2 (Kauai) during the IR process were those of non-jobbers (suppliers) and that the Zone Price Adjustment for Kauai of 13.6 cpg set forth in Order No. 21952 does not accurately reflect higher jobber trucking costs.
- 6. Attached as Exhibit A hereto are financial statements of Petitioner and its parent (Inter Island Petroleum, Inc.) for calendar year 2004 showing relevant revenues and actual trucking costs incurred by Petitioner.
- 7. Attached as Exhibit B hereto are Petitioner's reports for calendar year 2004 showing actual number of gallons of product delivered by Petitioner to its customers.
- 8. Attached as Exhibit C hereto is the financial analysis of Petitioner's actual trucking costs based on Exhibits A and B and translated into its average actual per gallon trucking cost.
- 9. The foregoing evidence clearly and convincingly demonstrates Petitioner's actual average trucking costs which should be properly considered by the PUC in

setting the Zone 2 (Kauai) Zone Price Adjustment. Since this is an average, costs per gallon to distant locations are higher than Petitioner's average as indicated in Exhibit C.

WHEREFORE, based on the foregoing allegations and Exhibits A, B and C attached hereto and incorporated herein, Petitioner requests that PUC to increase the Zone Price Adjustment for Zone 2 to no less than Petitioner's highest delivery cost as shown in Exhibit C, and increase the maximum pre-tax wholesale price of gasoline for Zone 2 (Kauai) effective September 1-4, 2005, correspondingly. Petitioner also requests that the PUC make this Zone Price Adjustment effective after September 1-4, 2005, to avoid Petitioner having to re-file a similar petition each week.

Petitioner has spoken with the Division of Consumer Advocacy and the parties will be filing a motion for Protective Order concurrently with this Petition. The Division of Consumer Advocacy indicated that it did not have a problem conceptually with Petitioner's petition, subject to its review of the confidential supporting information.

Petitioner further requests any other legal or equitable relief that the PUC deems just and proper.

DATED: Honolulu, Hawaii, August 30, 2005.

KELLY G. LAPORTE MARC E. ROUSSEAU

NEILL T. TSENG

Attorneys for

SENTER PETROLEUM, INC.

SENTER PETROLEUM, INC. AND KAUAI AUTOMATED FUEL SERVICE, INC.
FKA KAUAI AUTOMATED FUELS NETWORK, INC.
COMBINED INCOME STATEMENTS
FOR THE YEARS ENDED DECEMBER 30, 2004 AND 2003

REDACTED

EXHIBIT_A

INTER ISLAND PETROLEUM, INC. AND SUBSIDIARIES CONSOLIDATED INCOME STATEMENTS FOR THE YEARS ENDED DECEMBER 31, 2004 AND 2003

SENTER PETROLEUM, INC. AND KAUAI AUTOMATED FUEL SERVICE, INC.
FKA KAUAI AUTOMATED FUELS NETWORK, INC.
COMBINED INCOME STATEMENTS
FOR THE YEARS ENDED DECEMBER 30, 2004 AND 2003

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PRODUCT/CUSTOMER BALES ANALYSIS KAUAI AUTOMATED FUELS NW

PRODUCT

DESCRIPTION

-----LAST YEAR 2004----

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EXHIBIT D

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PRODUCT/CUSTOMER SALES ANALYSIS SENTER PETROLEUM, INC.

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PRODUCT/CUSTOMER SALES ANALYSIS JN: 08/30/05 12:48 roger SENTER PETROLEUM, INC. ATEGORY 2 - LOW SULPHUR DIESEL FUEL

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PRODUCT/CUSTOMER SALES ANALYSIS SENTER PETROLEUM, INC.

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EXHIBIT C

CONFIDENTIAL

AFFIDAVIT OF BRIAN J. BARBATA

STATE OF HAWAII		
CITY AND COUNTY OF HONOLULU)	
BRIAN J. BARBATA, being firs	t duly sworn does hereby swear under oath	
that he has read the foregoing SENTER PET	ROLEUM, INC.'S PETITION TO ADJUST	
THE ZONE PRICE ADJUSTMENT FOR ZONE 2 (KAUAI) EFFECTIVE SEPTEMBER		
1-4, 2005 UNDER HAW. REV. STAT. §486H	I-16, and that in his capacity as President	
of Senter Petroleum, Inc., the contents hered	of and the exhibits attached hereto are true	
and correct to the best of his knowledge.		
DATED: Honolulu, Hawaii	: August 30, 2005.	
BRI	AN J. BARBATA	
Subscribed and sworn to before me this 30 th day of August, 2005 Maria January Land Notary Public, State of Hawaii	NO X A TAINING TO THE STATE OF	
My commission expires		
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MARIA THERESA S. HUNT My Commission expires: 8/3/2008

CERTIFICATE OF SERVICE

I hereby certify that on August 30, 2005, I served copies of the foregoing, together with this Certificate of Service, either by United States mail, postage prepaid, or by hand-delivery to the following:

Jon S. Itomura, Esq.
Counsel for Division of Consumer Advocacy
Department of Commerce and Consumer Affairs
P.O. Box 541
Honolulu, Hawaii 96809

DATED: Honolulu, Hawaii, August 30, 2005.

KELLY G. LAPORTE MARC E. ROUSSEAU

NEILL T. TSENG

Attorneys for

SENTER PETROLEUM, INC.